WOODWARD, COTHRAN & HERNDON

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EDWARD M. WOODWARD, JR. DARRA W. COTHRAN WARREN R. HERNDON, JR.

Attorneys at Law 1200 MAIN STREET, SUITE 600 POST OFFICE BOX 12399 COLUMBIA, SOUTH CAROLINA 29211 TELEPHONE (803) 799-9772 FACSIMILE (803) 799-3256

EDWARD M. WOODWARD, SR. (1921-2000)

December 2, 2005

The Honorable Charles L. A. Terreni Executive Director Public Service Commission of South Carolina Post Office Drawer 11649 Columbia, S.C. 29211 **DELIVERED BY HAND**

Re:

Application of MCI, Inc. Applicant, for Grant of the Authority Necessary for the Transfer of

Assets of MCI Network Services, Inc. to MCI Communications Services, Inc.

Docket No. 2005-299-C Our File No. 05-7050

Dear Mr. Terreni:

Enclosed is verified testimony filed on behalf of MCI, Inc., the applicant in the above-referenced matter. Please return a stamped copy to us.

MCI requested an expedited review in this consolidation matter; please the know if further information is required prior to final adjudication by the Commission.

Thanking you in advance, I am,

Very truly yours,

WOODWARD, COTHRAN & HERNDON

Darra W. Cothran

dwcothran@wchlaw.com

DWC/bjd

Enclosures.

cc:

Dulaney L. O'Roark, III, Esquire

OK D. Rull

BEFORE THE

SOUTH CAROLINA PUBLIC SERVICE COMMISSION

In Re:)	
Application of MCI, Inc.)	
for Grant of the Authority Necessary)	Docket No. 2005-299-C
for the Transfer of Assets of MCI)	
WorldCom Network Services, Inc. to)	
MCI WorldCom Communications)	
Services, Inc.)	

TESTIMONY OF JOSEPH DUNBAR

- Q. Please state your name and address.
- A My name is Joseph Dunbar. My business address is Two International Drive, Rye Brook, New York, 10573.
- Q. By whom are you employed and what are your duties?
- A. I am employed by MCI, Inc. ("MCI"). My title is Senior Manager, Regulatory Compliance and Reporting. In this position my team works with MCI's business units to keep them abreast of various state regulations that may effect their operations and to work with those units to insure compliance with such state regulations.
- Q. Please describe your background and experience.
- I have been employed by MCI since 1984. Since joining MCI I have held a variety of positions within the State Regulatory and Public Policy Organization.
 In addition to my current position I have managed the intrastate tariff function and

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have at various time represented the company before Public Service Commissions on a variety of public policy issues.

- Q. What is the purpose of your testimony?
- A. I am testifying to support and explain MCI's application to transfer assets from one of its subsidiary companies, MCI Network Services, Inc. ("MCI Network Services") to another, MCI Communications Services, Inc. ("MCI Communications Services").
- Q. Please describe the structure and function of MCI and of these subsidiaries.
- MCI is a corporation created and existing under the laws of the State of Delaware, A. with its principal office located in Virginia. Through its various operating subsidiaries, MCI provides international and domestic interstate, intrastate and MCI Network Services is a Delaware local telecommunications services. corporation with its principal office in Virginia. MCI Network Services provides wholesale long distance telephone, data and Internet services to other carriers., and owns facilities used to provide non-local services. MCI Communication Services is a Delaware corporation with its principal office in Virginia. MCI Communications Services is MCI's primary entity for U.S. based sales contracts, holding MCI's customer contracts for commercial, wholesale, consumer, and the public sector and leases various facilities. It also provides long distance services to MCI's retail consumer and business customer base in all 50 states and the District of Columbia.
- Q. What is the purpose of the transfer?
- A. The purpose is merely to simplify and streamline MCI's corporate organization.

- Q. What will be the result of the transfer?
- As shown in Exhibits 1 and 2, MCI Network Services' assets will be transferred to MCI Communications Services. All customers served by MCI Network Services facilities and pursuant to contract with MCI Network Services will be served by MCI Communications Services after the transfer of assets. MCI Communications Services has all authority necessary to provide the services currently provided by MCI Network Services. No new authority is being requested. MCI, Inc., the ultimate parent of both companies, will retain control of both subsidiaries. There is no change of ownership of certificates of authority.
- Q. What impact will the merger have on MCI Network Services customers?
- A. The transfer will be transparent to the end user and will not have any impact on the service provided to MCI Network Services customers. The transfer of the assets and customers will not adversely affect the provision of services in Mississippi. No changes will be made to the rates, terms and conditions or service offerings; only the name will change, and all branding will still remain MCI, making the transfer of assets transparent to all customers.
- Q. Does this conclude your testimony?
- A. Yes.

I affirm under penalty of perjury that the foregoing representations are true to the best of my knowledge, information, and belief.

Signed:

Title: Senior Manager, Regulatory Reporting and Compliance

Date: December 1, 2005

Sworn to and subscribed before me

this 1st day of December, 2005.

Notary Public

My commission expires:

Regina Caralyus
Notary Public, State of New York
No. 02CA6100923
Qualified in Westchester County
Commission Expires November 3, 2007

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CERTIFICATE OF SERVICE

I, Betty J. DeHart of Woodward, Cothran & Herndon, Attorneys for MCI, Inc., do hereby certify that I have served the following parties with the foregoing Testimony of Joseph Dunbar by depositing a copy of same in the United States Mail, first class postage paid, and addressed as follows:

The Honorable Charles L. A. Terreni Executive Director South Carolina Public Service Commission 101 Executive Center Dr., Suite 100 Columbia, SC 29210

C. Lessie Hammonds, Esquire South Carolina Public Service Commission Office of Regulatory Staff 1441 Main Street, Suite 300 Columbia, S.C. 29201

Metty J. DeHart

Betty J. DeHart

SWORN to before me this

day of <u>December</u>, 2005.

Notary Public for South Carolina

My Commission Expires: $\frac{1}{2}$